## Union Calendar No. 887

85TH CONGRESS 2D Session

# H. R. 13247

[Report No. 2157]

### IN THE HOUSE OF REPRESENTATIVES

JULY 1, 1958

Mr. Elliott introduced the following bill; which was referred to the Committee on Education and Labor

**JULY 15, 1958** 

Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

### A BILL

To strengthen the national defense and to encourage and assist in the expansion and improvement of educational programs to meet critical national needs; and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That this Act, divided into titles and sections according
- 4 to the following table of contents, may be cited as the
- 5 "National Defense Education Act of 1958".

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### TITLE I—GENERAL PROVISIONS

#### FINDINGS AND DECLARATION OF POLICY $\mathbf{2}$

- SEC. 101. The Congress hereby finds and declares that 3
- the security of the Nation requires the fullest development
- of the mental resources of its young men and women. The 5
- present emergency demands that additional and more ade-
- quate educational opportunities be made available.
- requires programs that will demonstrate our country's recog-
- nition of and esteem for those of our students who have
- striven to develop their intellectual abilities to the fullest

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1	extent, and will make available greater intellectual oppor-
2	tunities that are challenging to our youth.
3	The Congress reaffirms the principle and declares that
4	the States and local communities have and must retain con-
5	trol over and primary responsibility for public education.
6	The national interest requires, however, that the Federal
7	Government give assistance to education for programs which
8	are important to our defense.
9	To meet the present educational emergency requires ad-
10	ditional effort at all levels of government. It is therefore
11	the purpose of this Act to provide substantial assistance in
12	various forms to individuals for study at institutions of higher
13	education, and to States and their subdivisions, in order to
14	insure trained manpower of sufficient quality and quantity
15	to meet the national defense needs of the United States.
16	FEDERAL CONTROL OF EDUCATION PROHIBITED
17	SEC. 102. Nothing contained in this Act shall be con-
18	strued to authorize any department, agency, officer, or em-
19	ployee of the United States to exercise any direction, super-
20	vision, or control over the curriculum, program of instruction,
21	administration, or personnel of any educational institution
22	or school system.
<b>2</b> 3	DEFINITIONS
24	Sec. 103. As used in this Act—

(a) The term "State" means a State, Alaska, Hawaii,

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- 1 Puerto Rico, the District of Columbia, the Canal Zone,
- 2 Guam, or the Virgin Islands, except that as used in section
- 3 205 (a), 402, or 702, such term does not include Alaska,
- 4 Hawaii, Puerto Rico, the Canal Zone, Guam, or the Virgin
- 5 Islands.
- 6 (b) The term "institution of higher education" means
- 7 an educational institution in any State which (1) admits
- 8 as regular students only persons having a certificate of grad-
- 9 uation from a school providing secondary education, or the
- 10 recognized equivalent of such a certificate, (2) is legally
- 11 authorized within such State to provide a program of educa-
- 12 tion beyond secondary education, (3) provides an educa-
- 13 tional program for which it awards a bachelor's degree or
- 14 provides not less than a two-year program which is accept-
- 15 able for full credit toward such a degree, (4) is a public or
- 16 other nonprofit institution, and (5) is accredited by a na-
- 17 tionally recognized accrediting agency or association or, if
- 18 not so accredited, is an institution whose credits are accepted,
- 19 on transfer, by not less than three institutions which are so
- 20 accredited, for credit on the same basis as if transferred
- 21 from an institution so accredited. For purposes of title II,
- 22 such term includes an institution, not located in any State,
- 23 which the Commissioner determines to be substantially com-
- 24 parable to an institution which comes within the preceding
- 25 provisions of this subsection. For purposes of titles II
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- 1 and III, such term includes any private business school or
- 2 technical institution which meets the provisions of clauses
- 3 (1), (2), (3), (4), and (5). For purposes of this sub-
- 4 section, the Commissioner shall publish a list of nationally
- 5 recognized accrediting agencies or associations which he
- 6 determines to be reliable authority as to the quality of train-
- 7 ing offered.
- 8 (c) The term "Commissioner" means the Commissioner
- 9 of Education.
- 10 (d) The term "Secretary" means the Secretary of
- 11 Health, Education, and Welfare.
- 12 (e) The term "State Commission" means a State
- 13 Commission on Scholarships established or designated in any
- 14 State to participate in a program under title II.
- 15 (f) The term "State educational agency" means the
- 16 State board of education or other agency or officer primarily
- 17 responsible for the State supervision of elementary and sec-
- 18 ondary schools, or, if there is no such officer or agency, an
- 19 officer or agency designated by the governor or by State
- 20. law.
- 21 (g) The term "school-age population" means that part
- 22 of the population which is between the ages of five and
- 23 seventeen, both inclusive, and such school-age population for
- 24 the several States shall be determined by the Commissioner
- 25 on the basis of the population between such ages for the

- 1 most recent year for which satisfactory data are available
- 2 from the Department of Commerce.
- 3 (h) The term "resident" when used with respect to any
- 4 State shall have the meaning established by regulations of
- 5 the Commissioner and shall include a citizen of the United
- 6 States who is domiciled in such State but is living outside
- 7 of any State.
- 8 (i) The term "elementary school" means a public
- 9 school which provides elementary education as determined
- 10 under State law.
- 11 (j) The term "secondary school" means a public school
- 12 which provides secondary education, as determined under
- 13 State law, except that it does not include any education
- 14 provided beyond grade 12.
- 15 (k) The term "local educational agency" means a
- 16 board of education or other legally constituted local school
- 17 authority having administrative control and direction of
- 18 elementary schools or secondary schools in a city, county,
- 19 township, school district, or political subdivision in a State.
- 20 (1) The term "nonprofit", as applied to a school or
- 21 institution, means a school or institution owned and operated
- 22 by one or more nonprofit corporations or associations no
- 23 part of the net earnings of which inures, or may lawfully
- 24 inure, to the benefit of any private shareholder or individual.
- 25 (m) The term "public" as applied to any school or

1	institution does not include a school or institution of an
2	agency of the United States.
3	TITLE II—NATIONAL DEFENSE SCHOLARSHIPS
4	APPROPRIATIONS AUTHORIZED
5	Sec. 201. There is hereby authorized to be appropriated
6	for the fiscal year ending June 30, 1959, and for each of the
7	three succeeding fiscal years the sum of \$17,500,000 for
ß	scholarships to persons who have not previously been
9	awarded scholarships under this title and who are selected
10	for award of such scholarships by the State Commissions.
11	In addition there are authorized to be appropriated for the
12	fiscal year ending June 30, 1960, and for each of the six
13	succeeding fiscal years such sums as are estimated to be nec-
14	essary for making payments to individuals who have pre-
<b>1</b> 5	viously been awarded scholarships under this title. Scholar-
16	ships awarded under this title shall be known as "National
17	Defense Scholarships".
18	AMOUNT OF SCHOLARSHIPS
19	Sec. 202. Persons awarded scholarships under this
20	title shall be paid \$500 during each academic year of the
21	scholarships' duration as provided in section 203. Any
22	such person who is determined by the State Commission,
23	in accordance with the provisions of the State plan referred
24	to in section 206 (a) (3), to need additional financial
25	assistance to continue his education at an institution of

- 1 higher education, shall be paid an additional amount, not
- 2 to exceed \$500, during each such year based on his financial
- 3 need, such amount to be determined in accordance with
- 4 such provisions.

#### DURATION OF SCHOLARSHIPS

- 6 SEC. 203. The duration of a National Defense Scholar-
- 7 ship awarded under this title shall be a period of time not
- 8 in excess of four academic years, as defined in regulations
- 9 of the Commissioner, or, subject to regulations of the Com-
- 10 missioner, such longer period as is normally required to com-
- 11 plete the undergraduate curriculum which the recipient is
- 12 pursuing; but in no event shall the duration extend beyond
- 13 the completion by the recipient of the work for his first
- 14 bachelor's degree. Notwithstanding the preceding provi-
- 15 sions of this section, a scholarship awarded under this title
- 16 shall entitle the recipient to payments for such period only
- 17 if the Commissioner finds that he (1) devotes essentially
- 18 full time to educational work leading to a bachelor's degree,
- 19 during the academic year, in attendance at an institution of
- 20 higher education, (2) is maintaining satisfactory proficiency
- 21 in the course of study which he is pursuing, according to the
- 22 regularly prescribed standards and practices of the institution
- 23 which he is attending, and (3) is not receiving expenses
- 24 of tuition or other scholarship or fellowship aid or educational

- 1 assistance from other Federal sources (other than a monetary
- 2 allowance under a reserve officers' training program or
- 3 money paid under other provisions of this Act).
- 4 SELECTION OF RECIPIENTS OF SCHOLARSHIPS
- 5 SEC. 204. (a) An individual shall be eligible to compete
- 6 in any State for a National Defense Scholarship if he (1)
- 7 is a resident of the State; (2) makes application in accord-
- 8 ance with such rules as the State Commission for such State
- 9 may establish; and (3) is not, or has not been, enrolled in
- 10 any course of study beyond the secondary school level.
- 11 (b) From among those competing for National Defense
- 12 Scholarships for each fiscal year, each State Commission,
- 13 within the amount allotted to it for scholarships under sec-
- 14 tion 205 (a), shall select persons who are to be awarded
- 15 such scholarships during such year. Each State Commission
- 16 shall select persons to be awarded such scholarships in ac-
- 17 cordance with objective tests and other measures of apti-
- 18 tude and ability to pursue successfully at an institution of
- 19 higher education a course of study leading to a bachelor's
- 20 degree, giving special consideration to those with superior
- 21 capacity or preparation in science, mathematics, or a modern
- 22 foreign language.
- (c) The Commissioner shall award a National Defense
- 24 Scholarship to each person with respect to whom he receives
- 25 a certification from a State Commission that such person—

1	(1) has been selected for a National Defense Schol-
2	arship under the provisions of this section,
3	(2) has been accepted for enrollment by an insti-
4	tution of higher education, and
5	(3) (A) holds a certificate of graduation, based
6	on completion of the twelfth grade, from any high school
.7	whose graduates meet the requirements established by
8	the State in which such school is located for graduation
9	from high schools accredited by such State, or (B) in
10	the case of an individual who does not hold such a cer-
11	tificate, is determined by such State Commission to have
12	attained a level of advancement generally accepted as
13	constituting the equivalent of that required for graduation
14	from such a high school.
<b>1</b> 5	ALLOTMENT OF APPROPRIATIONS FOR SCHOLARSHIPS
16	SEC. 205. (a) From the sum appropriated for any
17	fiscal year pursuant to the first sentence of section 201 the
18	Commissioner shall reserve such amount, but not in excess
19	of 2 per centum of such sum, as he may determine for
20	allotment as provided in section 908. The remainder of such
21	sum shall be allotted by the Commissioner among the States
22	as follows: Each State shall be allotted an amount which
23	bears the same ratio to the aggregate sum being allotted as
24	its population between ages of 18 and 21, both inclusive,
25	bears to the total population of all the States between such
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1	ages. For the purposes of this section, populations between
2	such ages shall be determined on the basis of the popula-
. 3	tions between such ages for the most recent year, after
4	1955, for which satisfactory data are available from the
. 5	Department of Commerce.
6	(b) Sums appropriated under the second sentence of
7	section 201 for fiscal years beginning after June 30, 1959,
8	shall be allotted by the Commissioners among the States on
9	the basis of the relative amounts estimated to be needed to
10	make continuing payments for each such year to persons
11	selected by the State Commissions to be awarded National
12	Defense Scholarships in previous years.
13	STATE SCHOLARSHIP COMMISSIONS; STATE PLANS
14	SEC. 206. (a) Any State desiring to participate in the
15	scholarship program under this title may do so by establish-
16	ing a State Commission on Scholarships, or by designating
17	an existing agency of the State to serve as the State Commis-
18	sion on Scholarships, and by submitting to the Commissioner,
19	through such commission a State plan which-
20	(1) provides for the determination of the institu-
21	tions in the State which are institutions of higher
<b>22</b>	education as defined in section 103 (b);
23	(2) provides for the determination, in accordance

with the provisions of section 204, of eligibility to com-

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24	such reports to the Commissioner, in such form and con-
23	(5) provides that the State Commission will make
22	sole agency for administering the plan;
21	(4) provides that the State Commission will be the
20	person to whom it is to be paid, to the Commissioner;
19	certification, of each such additional amount and the
18	under the plan shall be \$500, and (B) for the annual
17	(ii) that the maximum additional amount allowable
16	tion of higher education chosen by the individual, and
<b>1</b> 5	tion, fees, and other expenses of attendance at the institu-
14	tion, such need to be determined without regard to tui-
13	continue his education at an institution of higher educa-
12	based on the individual's need for financial assistance to
11	able assurance (i) that the additional amount will be
10	mission, which the Commissioner finds provide reason-
9	procedures, and criteria established by the State Com-
8	thereof under section 202 in accordance with standards,
7	the additional amounts to be awarded persons in need
6	(3) provides (A) for the annual determination of
5	sioner;
4	and for certification of such persons to the Commis-
3	awarded such scholarships out of the State's allotment,
2	in accordance with such provisions, of persons to be
1	pete for National Defense Scholarships, for the selection,

1	taining such information, as may be reasonably neces-
2	sary to enable the Commissioner to perform his duties
3	under this title; and
4	(6) provides for such fiscal control and fund ac-
5	counting procedures as may be necessary to assure
6	proper disbursement of and accounting for Federal
7	funds paid to the State under this title.
8	(b) The Commissioner shall approve any State plan
9	which complies with the conditions specified in subsection
10	(a).
11	ADMINISTRATIVE EXPENSES OF STATE COMMISSIONS
12	Sec. 207. The Commissioner shall pay to each State
13	such amounts as the Commissioner determines to be neces-
14	sary for the proper and efficient administration of the State
<b>1</b> 5	plan (including reimbursement to the State for expenses
16	which the Commissioner determines were necessary for the
17	preparation of the State plan approved under this title).
18	TITLE III—LOANS TO STUDENTS IN INSTITU-
19	TIONS OF HIGHER EDUCATION
20	APPROPRIATIONS AUTHORIZED
21	SEC. 301. For the purpose of enabling the Commissioner
22	to stimulate and assist in the establishment at institutions of
23	higher education of funds for the making of low-interest loans
24	to students in need thereof to pursue their courses of study in

- 1 such institutions, there are hereby authorized to be appropri-
- 2 ated \$40,000,000 for the fiscal year ending June 30, 1959,
- 3 \$60,000,000 for each of the three succeeding fiscal years,
- 4 and such sums for the fiscal year ending June 30, 1963, and
- 5 each of the three succeeding fiscal years as may be necessary
- 6 to enable students who have received a loan for any school
- 7 year ending prior to July 1, 1962, to continue or complete
- 8 their education. Sums appropriated under this section for
- 9 any fiscal year shall be available, in accordance with agree-
- 10 ments between the Commissioner and institutions of higher
- 11 education, for payment of Federal capital contributions
- 12 which, together with contributions from the institutions, shall
- 13 be used for establishment and maintenance of student loan
- 14 funds.

#### 15 ALLOTMENTS TO STATES

- 16 Sec. 302. (a) From the sums appropriated pursuant
- 17 to section 301 for any fiscal year ending prior to July 1,
- 18 1962, the Commissioner shall allot to each State an amount
- 19 which bears the same ratio to the amount so appropriated
- 20 as the number of persons enrolled on a full-time basis in
- 21 institutions of higher education in such State bears to the
- 22 total number of persons enrolled on a full-time basis in
- 23 institutions of higher education in all of the States. The
- 24 number of persons enrolled on a full-time basis in institutions

- 1 of higher education for purposes of this section shall be
- 2 determined by the Commissioner for the most recent year
- B for which satisfactory data are available to him.
- 4 (b) Sums appropriated pursuant to section 301 for any
- 5 fiscal year ending after June 30, 1962, shall be allotted
- 6 among the States in such manner as the Commissioner deter-
- 7 mines to be necessary to carry out the purpose for which
- 8 such amounts are appropriated,
- 9 PAYMENT OF FEDERAL CAPITAL CONTRIBUTIONS
- SEC. 303. (a) The Commissioner shall from time to
- 11 time set dates by which institutions of higher education in
- 12 a State must file applications for Federal capital contributions
- 13 from the allotment of such State. In the event the total re-
- 14 quested in such applications, which are made by institutions
- 15 with which he has agreements under this title and which
- 16 meet the requirements established in regulations of the Com-
- 17 missioner, exceeds the amount of the allotment of such State
- 18 available for such purpose, the Federal capital contribution
- 19 from such allotment to each such institution shall bear the
- 20 same ratio to the amount requested in its application as the
- 21 amount of such allotment available for such purpose bears to
- 22 the total requested in all such applications. In the event
- 23 the total requested in such applications which are made by
- 24 institutions in a State is less than the amount of the allot-
- 25 ment of such State available for such purpose, the Commis-

1	sioner may reallot the remaining amount from time to time,
2	on such date or dates as the Commissioner may fix, to other
3	States in proportion to the original allotments to such States
4	under section 302 for such year. The Federal capital con-
5	tribution to an institution shall be paid to it from time to
6	time in such installments as the Commissioner determines will
7	not result in unnecessary accumulations in the student loan
8	fund.
9	(b) In no case may the total of such Federal capital
10	contributions to any institution of higher education for any
11	fiscal year exceed \$250,000.
12	CONDITIONS OF AGREEMENTS
13	SEC. 304. An agreement with any institution of higher
14	education for Federal capital contributions by the Commis-
<b>1</b> 5	sioner under this title shall—
<b>1</b> 6	(1) provide for establishment of a student loan
17	fund by such institution;
18	(2) provide for deposit in such fund of (A) the
19	Federal capital contributions, (B) an amount, not less
20	than 25 per centum thereof, contributed by such institu-
21	tion, (C) collections of principal and interest on student
22	loans made from such fund, and (D) any other earnings
23	of the fund;
24	(3) provide that such student loan fund shall be

1	used only for loans to students in accordance with such
2	agreement, for capital distributions as provided in this
3	title, and for costs of litigation arising in connection
4	with the collection of any loan from the fund or interest
5	on such loan; and
6	(4) include such other provisions as may be neces-
7	sary to protect the financial interest of the United States
8	and promote the purposes of this title and as are agreed
9	to by the Commissioner and the institution.
<b>1</b> 0	TERMS OF LOANS
11	SEC. 305. (a) The total of the loans for any fiscal year
<b>12</b>	to any student made by institutions of higher education from
13	loan funds established pursuant to agreements under this
14	title may not exceed \$1,000, and the total for all years to
<b>1</b> 5	any student from such funds may not exceed \$5,000.
16	(b) Loans from any such loan fund to any student by
17	any institution of higher education shall be made on such
18	terms and conditions as the institution may determine; sub-
19	ject, however, to such conditions, limitations, and require-
20	ments as the Commissioner may prescribe (by regulation
21	or in the agreement with the institution) with a view to
22	preventing impairment of the capital of the student loan fund
<b>2</b> 3	to the maximum extent practicable in the light of the
24	objective of enabling the student to complete his course of
<b>25</b>	study; and except that-

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(1) such a loan shall be made only to a student who (A) is in need of the amount of the loan to pursue a course of study at such institution, and (B) is capable, in the opinion of the institution, of maintaining good standing in such course of study and has been accepted for enrollment as a full-time student at such institution or, in the case of a student already attending such institution, is in good standing and in full-time attendance there either as an undergraduate or graduate student: (2) such a loan shall be evidenced by a note or other written agreement which provides for repayment of the principal amount in equal annual installments over a ten-year period which begins one year after the borrower ceases to be a full-time student at the institution of higher education which made the loan or at any other institution which is participating in the program established under this title (or, if not participating, has been approved by the Commissioner for the purpose of this paragraph): Provided, That such tenyear period may be extended for good cause determined in accordance with regulations of the Commissioner; (3) such a loan shall bear interest, on the unpaid balance of the loan, at the rate of 2 per centum per

annum during the period prior to the first year for which

1	repayment of an installment on the principal is due
2	(such interest to be paid annually during such period)
3	and at the rate of 4 per centum per annum after such
4	period: Provided, That the borrower may at his option
5	repay all or any part of the loan in advance of the time
6	or times when due, and such repayment shall be made
7	without penalty and without advancing the first year for
8	which interest at the rate of 4 per centum per annum, in
9	lieu of 2 per centum per annum, would otherwise be
10	payable under this title;
11	(4) no security or endorsement may be required for
12	any such loan unless the borrower is a minor and the
13	note or other evidence of obligation executed by him
14	would not, under the applicable law, create a binding
15	obligation;
16	(5) the liability to repay any such loan shall be
17	canceled upon the death of the borrower, or if he be-
18	comes permanently and totally disabled as determined
19	in accordance with regulations of the Commissioner;
20	(6) such a loan by an institution for any year shall
21	be made in such installments as may be provided in
22	regulations of the Commissioner or the agreement with
23	the institution under this title and, upon notice to the
24	Commissioner by the institution that any recipient of

a loan is failing to maintain satisfactory standing, any

1	or all further installments of his loan shall be withheld,
2	as may be appropriate; and
3	(7) no note or other evidence of such a loan may
4	be transferred or assigned by the institution of higher
5	education making the loan except, upon the transfer of
6	the borrower to another institution of higher education
7	participating in the program under this title (or, if not
8	participating, is eligible to do so and is approved by
9	the Commissioner for such purpose), to such institution.
10	(c) An agreement under this title for payment of Fed-
11	eral capital contributions to any institution of higher educa-
12	tion shall include provisions designed to make loans from
<b>1</b> 3	the student loan fund established pursuant to such agree-
14	ment reasonably available (to the extent of the available
<b>1</b> 5	funds in such fund) to all eligible students in such institution
16	in need thereof.
17	DISTRIBUTIONS OF ASSETS FROM STUDENT LOAN FUNDS
18	SEC. 306. (a) After June 30, 1966, and not later than
<b>1</b> 9	September 30, 1966, there shall be a capital distribution of
20	the balance of the student loan fund established under this
21	title by each institution of higher education as follows:
22	(1) The Commissioner shall first be paid an amount
23	which bears the same ratio to the balance in such fund
24	at the close of June 30, 1966, as the total amount of the
25	Federal capital contributions to such fund by the Com-

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. 1	missioner under this title bears to the sum of such Fed-
2	eral capital contributions and the institution's capital con-
3	tributions to such fund.
4	(2) The remainder of such balance shall be paid
5	to the institution.
. 6	(b) After September 30, 1966, each institution with
7	which the Commissioner has made an agreement under this
. 8	title shall pay to the Commissioner, not less often than
9	quarterly, the same proportionate share of amounts received
10	by the institution after June 30, 1966, in payment of prin-
11	cipal or interest on student loans made from the student
12	loan fund established pursuant to such agreement (which
13	amount shall be determined after deduction of any costs of
14	litigation incurred in collection thereof and not already re-
<b>1</b> 5	imbursed from the student loan fund or such payments of
16	principal or interest) as was paid to the Commissioner under
17	subsection (a).
18	(c) Upon a finding by the institution or the Commis-
19	sioner prior to July 1, 1966, that the liquid assets of a student
20	loan fund established pursuant to an agreement under this
21	title exceed the amount required for loans or otherwise in the
22	foreseeable future, and upon notice to such institution and
23	to the Commissioner, there shall be, subject to such limita-

tions as may be included in regulations of the Commissioner

T	or in such agreement, a capital distribution from such fund.
2	Such capital distribution shall be made as follows:
3	(1) The Commissioner shall first be paid an amount
4	which bears the same ratio to the total to be distributed
5	as the Federal capital contributions by the Commis-
6	sioner to the student loan fund prior to such distribution
7	bear to the sum of such Federal capital contributions
8	and the capital contributions to the fund made by the
9	institution.
10	(2) The remainder of the capital distribution shall
11	be paid to the institution.
12	LOANS TO INSTITUTIONS
13	SEC. 307. (a) Upon application by any institution of
14	higher education with which he has made an agreement
15	under this title, the Commissioner may make a loan to such
16	institution for the purpose of helping to finance the institu-
17	tion's capital contributions to a student loan fund established
18	pursuant to such agreement. Any such loan may be made
19	only if such institution shows it is unable to secure such funds
20	from non-Federal sources upon terms and conditions which
21	the Commissioner determines to be reasonable and consistent
22	with the purposes of this title. Loans made to institutions
23	under this section shall bear interest at a rate equal to one-

- 1 missioner to the Treasury for funds borrowed to finance such
- 2 loans.
- 3 (b) (1) For the purpose of financing loans to institu-
- 4 tions under this section, the Commissioner shall issue notes,
- 5 debentures, or other obligations for purchase by the Secre-
- 6 tary of the Treasury. Obligations issued by the Commis-
- 7 sioner under this subsection shall be in such form and de-
- 8 nominations, and be subject to such terms and conditions,
- 9 as may be prescribed by the Commissioner with the approval
- 10 of the Secretary of the Treasury. Such obligations shall bear
- 11 interest at a rate sufficient to cover the cost of the funds
- 12 to the Treasury as determined by the Secretary of the
- 13 Treasury, taking into consideration the current average yields
- 14. of outstanding marketable obligations, of the United States
- 15 having maturities comparable to the maturities of loans
- 16 made by the Commissioner under this section.
- 17 (2) The Secretary of the Treasury is authorized and
- 18 directed to purchase any obligations of the Commissioner
- 19 issued under this section and for such purpose is authorized
- 20 to use as a public debt transaction the proceeds from the
- 21 sale of any securities issued under the Second Liberty Bond
- 22 Act, as amended, and the purposes for which securities may
- 23 be issued under such Act, as amended, are extended to in-

- 1 clude any purchases of the Commissioner's obligations here-
- 2 under. There are hereby authorized to be appropriated such
- 3 sums as may be necessary, together with repayments made
- 4 by institutions hereunder, for payments on obligations issued
- 5 by the Commissioner under this section. Any such repay-
- 6 ments not required for such purpose shall be deposited in the
- 7 Treasury as miscellaneous receipts.
- 8 (c) Loans made by the Commissioner under this section
- 9 shall mature within such period as may be determined by
- 10 the Commissioner to be appropriate in each case, but not
- 11 exceeding fifteen years.
- 12 ADMINISTRATIVE PROVISIONS
- 13 SEC. 308. (a) The Commissioner, in addition to the
- 14 other powers conferred upon him by this title, shall have
- 15 power to agree to modifications of agreements or loans made
- 16 under this title and to compromise, waive, or release
- 17 any right, title, claim, or demand, however arising or
- 18 acquired under this title, except that nothing in this sub-
- 19 section shall be construed to affect the power of the Attorney
- 20 General in the conduct of litigation arising under this Act.
- 21 (b) Financial transactions of the Commissioner pur-
- 22 suant to this title, and vouchers approved by him in con-

- 1 nection with such financial transactions, shall be final and
- 2 conclusive upon all officers of the Government; except that
- 3 all such transactions shall be subject to audit by the General
- 4 Accounting Office at such times and in such manner as the
- 5 Comptroller General may by regulation prescribe.
- 6 TITLE IV—GRANTS TO STATES FOR STRENGTH-
- 7 ENING SCIENCE, MATHEMATICS, AND MOD-
- 8 ERN FOREIGN LANGUAGE INSTRUCTION IN
- 9 PUBLIC SCHOOLS
- 10 APPROPRIATIONS AUTHORIZED
- 11 Sec. 401. There are hereby authorized to be appropri-
- 12 ated \$60,000,000 for the fiscal year ending June 30, 1959,
- 13 and for each of the three succeeding fiscal years, for making
- 14 payments to State educational agencies under this title for
- 15 the acquisition of equipment (suitable for use in provid-
- 16 ing education in science, mathematics, or modern foreign
- 17 language) and for minor remodeling which are referred to
- 18 in paragraph (1) of section 403 (a). There are hereby
- 19 authorized to be appropriated \$5,000,000 for the fiscal year
- 20 ending June 30, 1959, and for each of the three succeeding
- 21 fiscal years, for making payments to State educational agen-
- 22 cies under this title to carry out the programs referred to in
- 23 paragraph (5) of section 403 (a).

1	ALLOTMENTS TO STATES
2	SEC. 402. (a) (1) From the sums appropriated pur-
3	suant to the first sentence of section 401 for any fiscal year
4	the Commissioner shall reserve such amount, but not in
5	excess of 2 per centum thereof, as he may determine for
6	allotment as provided in section 908. From the remainder
7	of such sums the Commissioner shall allot to each State
8	an amount which bears the same ratio to the amount of
9	such remainder as the product of—
10	(A) the school-age population of the State, and
11	(B) the State's allotment ratio (as determined
12	under paragraph (2)),
13	bears to the sum of the corresponding products for all the
14	States.
15	(2) The "allotment ratio" for any State shall be 100
16	per centum less the product of (A) 50 per centum and (B)
17	the quotient obtained by dividing the income per child of
18	school age for the State by the income per child of school
19	age for the continental United States, except that the
20	allotment ratio shall in no case be less than $33\frac{1}{3}$ per centum
21	or more than $66\frac{2}{3}$ per centum. The allotment ratios shall
22	be promulgated by the Commissioner as soon as possible
23	after enactment of this Act and again between July 1 and

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1	August 31 of the year 1959, on the basis of the average
2	of the incomes per child of school age for the States and
3	for the continental United States for the three most recen
4	consecutive years for which satisfactory data are available
5	from the Department of Commerce. The first such promul
6	gation shall be conclusive for each of the two fiscal years in
7	the period beginning July 1, 1958, and ending June 30
8	1960, and the second shall be conclusive for each of the two
9	fiscal years in the period beginning July 1, 1960, and ending
10	June 30, 1962.
11	(3) For the purposes of this title—
12	(A) The term "child of school age" means a mem
<b>1</b> 3	ber of the population between the ages of five and
14	seventeen, both inclusive.
15	(B) The term "continental United States" does not
16	include Alaska.
17	(C) The term "income per child of school age" for
18	any State or for the continental United States means the
19	total personal income for the State and the continental
20	United States, respectively, divided by the number of
21	children of school age in such State and in the conti-
22	nental United States, respectively.
23	(4) A State's allotment under this subsection shall re-

24 main available for payment pursuant to section 404 (a) for

- 1 projects in such State until the end of the fiscal year following
- 2 the year for which the allotment is made.
- 3 (b) From the sums appropriated pursuant to the sec-
- 4 ond sentence of section 401 for any fiscal year the Com-
- 5 missioner shall reserve such amount, but not in excess of 2
- 6 per centum thereof, as he may determine for allotment as
- 7 provided in section 908. From the remainder of such sums
- 8 the Commissioner shall allot to each State an amount which
- 9 bears the same ratio to the amount of such remainder as the
- 10 school-age population of such State bears to the total of the
- 11 school-age populations of all of the States. The amount
- 12 allotted to any State under the preceding sentence for any
- 13 fiscal year which is less than \$20,000 shall be increased to
- 14 \$20,000, the total thereby required being derived by propor-
- 15 tionately reducing the amount allotted to each of the remain-
- 16 ing States under the preceding sentence, but with such ad-
- 17 justments as may be necessary to prevent the allotment of
- 18 any of such remaining States from being thereby reduced
- 19 to less than \$20,000.
- 20 STATE PLANS
- 21 SEC. 403. (a) Any State which desires to receive pay-
- 22 ments under this title shall submit to the Commissioner,
- 23 through its State educational agency, a State plan which—

1	(1) sets forth a program under which funds paid
2	to the State from its allotment under section 402 (a)
3	will be expended solely for projects approved by the
4	State educational agency for (A) acquisition of labora-
5	tory and other special equipment, including audio-visual
6	materials and equipment and printed materials (other
7	than textbooks), suitable for use in providing education
8	in science, mathematics, or modern foreign language,
9	for use in elementary or secondary schools, or both, and
10	(B) minor remodeling of laboratory or other space used
11	for such materials or equipment;
12	(2) sets forth principles for determining the prior-
13	ity of such projects in the State for assistance under
14	this title and provides for undertaking such projects,
15	insofar as financial resources available therefor make
16	possible, in the order determined by the application of
17	such principles;
18	(3) provides an opportunity for a hearing before the
19	State educational agency to interested persons with
20	respect to each application for the approval of such a
21	project under this title;
22	(4) provides for the establishment of standards on
23	a State level for laboratory and other special equipment
24	acquired with assistance furnished under this title;
25	(5) sets forth a program under which funds paid to

-1.	the State from its anothern under section 402 (b) will
2	be expended solely for (A) expansion or improvement
3	of supervisory or related services in the fields of
4	science, mathematics, and modern foreign languages, and
5	(B) administration of the State plan;
6	(6) provides that the State educational agency will
7	be the sole agency for administering the plan;
8	(7) provides that the State educational agency will
9	make such reports to the Commissioner, in such form and
10	containing such information, as may be reasonably nec-
11	essary to enable the Commissioner to perform his duties
12	under this title; and
13	(8) provides for such fiscal control and fund ac-
14	counting procedures as may be necessary to assure prop-
15	er disbursement of and accounting for Federal funds paid
16	to the State under this title.
17	(b) The Commissioner shall approve any State plan
18	and any modification thereof which complies with the pro-
19	visions of subsection (a).
20	PAYMENTS TO STATES
21	Sec. 404. (a) From a State's allotment for a fiscal year
22	under section 402 (a), the Commissioner shall, from time to
23	time during the period such allotment is available for pay-
24	ment as provided in paragraph (4) of section 402 (a), pay
25	to such State an amount equal to one-half of the expendi-

1	tures for projects for acquisition of equipment and minor re-
2	modeling referred to in paragraph (1) of section 403 (a)
3	which are carried out under its State plan approved under
4	section 403 (b); except that no State shall receive payments
5	under this subsection for any period in excess of its allotments
6	for such period under section 402 (a).
7	(b) From a State's allotment under section 402 (b) for
8	the fiscal year ending June 30, 1959, the Commissioner shall
9	from time to time pay to such State an amount equal to the
10	amount expended by such State for such year to carry out
11	the program referred to in paragraph (5) of section 403 (a)
12	under its State plan approved under section 403 (b). From
13	a State's allotment under section 402 (b) for the fiscal year
14	ending June 30, 1960, and for each of the two succeeding
15	fiscal years, such payment shall equal 50 per centum of the
16	amount so expended under its State plan approved under
17	section 403 (b); except that no State shall receive payments
18	under this subsection for any fiscal year in excess of its allot-
19	ment under section 402 (b) for that fiscal year.
20	TITLE V—LANGUAGE DEVELOPMENT
21	LANGUAGE INSTITUTES
22	SEC. 501. (a) The Commissioner is authorized to
23	arrange, through contracts with institutions of higher edu-
24	cation, for the operation by them, during the period begin-
25	ning July 1, 1958, and ending with the close of June 30,

- 1 1962, of short-term regular session institutes for advanced
- 2 training, particularly in the use of new teaching methods
- 3 and instructional materials, for individuals who are engaged.
- 4 in or preparing to engage in the teaching, or supervising
- 5 or training teachers of any modern foreign language in
- 6 schools at the elementary or secondary level or in institu-
- 7 tions of higher education.
- (b) A contract pursuant to this section may cover
- 9 all or any part of the cost of the institute with respect
- 10 to which it is made, and may be made on such conditions
- 11 as the Commissioner finds necessary to carry out the pur-
- 12 poses of this section.
- 13 (c) The Commissioner is also authorized during the pe-
- 14 riod beginning July 1, 1958, and ending with the close of
- June 30, 1962, to pay stipends to individuals attending any
- 16 institute established under this section, including allowances
- 17 for dependents and for travel to and from their places of
- 18 residence.
- 19 LANGUAGE AND AREA CENTERS
- Sec. 502. (a) The Commissioner is authorized to ar-
- 21 range through contracts with institutions of higher education
- 22 for the establishment and operation by them, during the
- period beginning July 1, 1958, and ending with the close of
- 24 June 30, 1962, of centers for the teaching of any modern
- 25 foreign language with respect to which the Commissioner

- determines (1) that individuals trained in such language are 1 needed by the Federal Government or by business, industry,  $\mathbf{2}$ or education in the United States, and (2) that adequate 3instruction in such language is not readily available in the 4 United States. Any such contract may provide for instruc-5 tion not only in such modern foreign language but also in 6 other fields needed to provide a full understanding of the 7 8 areas, regions, or countries in which such language is commonly used, to the extent adequate instruction in such fields 9 10 is not readily available, including fields such as history, po-11 litical science, linguistics, economics, sociology, geography, 12 and anthropology. Any such contract may cover not more than 50 per centum of the cost of the establishment and 13 operation of the center with respect to which it is made, 14 including the cost of grants to the staff for travel in the for-15 eign areas, regions, or countries with which the subject mat-16 ter of the field or fields in which they are or will be working 17 is concerned and the cost of travel of foreign scholars to such 18 centers to teach or assist in teaching therein and the cost of 19 their return, and shall be made on such conditions as the 20 Commissioner finds necessary to carry out the purposes of 21 this section. 22
- 23 (b) The Commissioner is also authorized, during the

period beginning July 1, 1958, and ending with the close 1 of June 30, 1962, to pay stipends to individuals undergoing 2 advanced training in any modern foreign language (with 3 respect to which he makes the determination under clause (1) of subsection (a)), and other fields needed for a full 5 understanding of the area, region, or country in which such language is commonly used, at any short-term or regular ses-7 sion of any institution of higher education, including allowances for dependents and for travel to and from their places of 9 residence, but only upon reasonable assurance that the re-10 cipients of such stipends will, on completion of their training, 11 be available for teaching a modern foreign language in an 12 institution of higher education or for such other service 13 of a public nature as may be permitted in regulations of the 14 Commissioner. 15 RESEARCH AND STUDIES 16 SEC. 503. The Commissioner is authorized, directly or 17 by contract, to make studies and surveys to determine the 18 need for increased or improved instruction in modern foreign 19 languages and other fields needed to provide a full under-20

standing of the areas, regions, or countries in which such

languages are commonly used, to conduct research on more

effective methods of teaching such languages and in such

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1	other fields, and to develop specialized materials for use in
2	· · · · · · · · · · · · · · · · · · ·
3	
4	APPROPRIATIONS AUTHORIZED
5	SEC. 504. There are hereby authorized to be appro-
6	priated such sums as may be necessary to carry out the
7	provisions of this title, not to exceed \$4,500,000 in any one
8	fiscal year.
9	TITLE VI—EXPANSION OF GRADUATE
10	EDUCATION
11	APPROPRIATIONS AUTHORIZED
12	Sec. 601. There are hereby authorized to be appropri-
13	ated such sums as may be necessary to carry out the pro-
14	visions of this title.
<b>1</b> 5	NUMBER OF FELLOWSHIPS
16	Sec. 602. During the fiscal year ending June 30, 1959,
17	the Commissioner is authorized to award one thousand fel-
18	lowships under the provisions of this title, and during each
	of the three succeeding fiscal years he is authorized to award
	one thousand five hundred such fellowships. Such fellow-
	ships shall be for periods of study not in excess of three aca-
.00	demic years.
23	AWARD OF FELLOWSHIPS AND APPROVAL OF INSTITUTIONS
24	SEC. 603. (a) The Commissioner shall award fellow-
25 s	ships under this title to individuals accepted for atride:

25

graduate programs approved by him under this section. The

Commissioner shall approve a graduate program of an insti-

1

2

3	tution of higher education only upon application by the insti-
4	tution and only upon his finding that:
5	
	(1) such program is a new program or an existing
6	program which has been expanded,
7	(2) such new program or expansion of an existing
8	program will substantially further the objective of in-
9	creasing the facilities available in the Nation for the
10	graduate training of college or university level teachers
11	and of promoting a wider geographical distribution of
12	such facilities throughout the Nation, and
13	(3) in the acceptance of persons for study in such
14	programs preference will be given to persons interested
15	in teaching in institutions of higher education.
16	(b) The total of the fellowships awarded under this
17	title for pursuing a course of study in a graduate program
18	at any institution of higher education may not exceed
19	a limit established by the Commissioner in the light of the
20	objective referred to in subsection (a) (2).
21	FELLOWSHIP STIPENDS
22	SEC. 604. (a) Each person awarded a fellowship under
23	the provisions of this title shall receive a stipend of \$2,000
24	for the first academic year of study after the baccalaureate
25	degree, \$2,200 for the second such year, and \$2,400 for
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- 1 the third such year, plus an additional amount of \$400 for
- 2 each such year on account of each of his dependents.
- 3 (b) In addition to the amounts paid to persons pursuant
- 4 to subsection (a) there shall be paid to the institution of
- 5 higher education at which each such person is pursuing
- 6 his course of study such amount, not less than \$500 or more
- 7 than \$2,500 per academic year, as is determined by the
- 8 Commissioner to constitute that portion of the cost of the
- 9 new graduate program or of the expansion in an existing
- 10 graduate program which he is pursuing, which is reasonably
- 11 attributable to such person.

### 12 FELLOWSHIP CONDITIONS

- 13 Sec. 605. A person awarded a fellowship under the
- 14 provisions of this title shall continue to receive the payments
- 15 provided in section 604 (a) only during such periods as
- 16 the Commissioner finds that he is maintaining satisfactory
- 17 proficiency in, and devoting essentially full time to, study
- 18 or research in the field in which such fellowship was awarded,
- 19 in an institution of higher education, and is not engaging in
- 20 gainful employment other than part-time employment by
- 21 such institution in teaching, research, or similar activities
- 22 approved by the Commissioner.

1	TITLE VII—GUIDANCE, COUNSELING, TESTING;
2	IDENTIFICATION AND ENCOURAGEMENT
3	OF ABLE STUDENTS
4	PART A—STATE PROGRAMS
5	APPROPRIATIONS AUTHORIZED
6	Sec. 701. There are hereby authorized to be appropri-
7	ated \$15,000,000 for the fiscal year ending June 30, 1959,
8	and for each of the three succeeding fiscal years, for making
9	grants to State educational agencies under this part to assist
10	them to establish and maintain programs of testing and
44	guidance and counseling.
11	guidance and countering.
12	ALLOTMENTS TO STATES
12	ALLOTMENTS TO STATES
12 13	ALLOTMENTS TO STATES  SEC. 702. From the sums appropriated pursuant to sec-
12 13 14	ALLOTMENTS TO STATES  SEC. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve
12 13 14 15	ALLOTMENTS TO STATES  Sec. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as
12 13 14 15 16	SEC. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as he may determine for allotment as provided in section 908.
12 13 14 15 16 17	SEC. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as he may determine for allotment as provided in section 908. From the remainder of such sums the Commissioner shall
12 13 14 15 16 17 18	SEC. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as he may determine for allotment as provided in section 908. From the remainder of such sums the Commissioner shall allot to each State an amount which bears the same ratio to
12 13 14 15 16 17 18 19	SEC. 702. From the sums appropriated pursuant to section 701 for any fiscal year the Commissioner shall reserve such amount, but not in excess of 2 per centum thereof, as he may determine for allotment as provided in section 908. From the remainder of such sums the Commissioner shall allot to each State an amount which bears the same ratio to the amount of such remainder as the school-age population of

- 1 \$20,000 shall be increased to \$20,000, the total of increases
- 2 thereby required being derived by proportionately reducing
- 3 the amount allotted to each of the remaining States under
- 4 the preceding sentence, but with such adjustments as may
- 5 be necessary to prevent the allotment of any such remaining
- 6 States from being thereby reduced to less than \$20,000.

#### 7 STATE PLANS

- 8 Sec. 703. (a) Any State which desires to receive pay-
- 9 ments under this part shall submit to the Commissioner,
- 10 through its State educational agency, a State plan which-
- 11 (1) sets forth (A) a program under which funds
- paid to the State under this part will be expended by
- the State educational agency, or granted by it to local
- educational agencies in the State for expenditure, to
- establish or maintain programs of testing and guidance
- and counseling which will operate in the secondary
- schools of such State and be directed at (i) identifying
- students with outstanding aptitude and ability in such
- schools, (ii) advising students of courses of study best
- suited to their ability, aptitudes, and skills, and (iii)
- encouraging students with outstanding aptitude and
- ability to complete their secondary school education,
- take the necessary courses for admission to institutions
- of higher education, and enter such institutions after

1	completion of their secondary school education; and
2	(B) the means of testing which will be utilized in carry-
3	ing out such programs;
4	(2) sets forth the purposes for, and the conditions
5	under, which funds paid to a State under this part will
6	be granted to local educational agencies in such State;
7	(3) provides that the State educational agency
8	will be the sole agency for administering the plan;
9	(4) provides that the State educational agency
<b>1</b> 0	will make such reports to the Commissioner, in such
11	form and containing such information as may be reason-
12	ably necessary to enable the Commissioner to perform
<b>1</b> 3	his duties under this part; and
14	(5) provides for such fiscal control and fund ac-
<b>1</b> 5	counting procedures as may be necessary to assure proper
16	disbursement of and accounting for Federal funds paid
17	to the State under this part.
18	(b) The Commissioner shall approve any State plan
19	and any modification thereof which complies with the pro-
20	visions of subsection (a).
21	PAYMENTS TO STATES
22	SEC. 704. Payment under this part shall be made to
23	those State educational agencies which administer plans
24	approved under section 703. For the fiscal year ending

1	therefor to the Commissioner. For the fiscal year ending
2	June 30, 1959, such payments shall equal the amount ex-
3	pended by the State in carrying out its State plan, and for
4	the fiscal year ending June 30, 1960, and for each of the
5	two succeeding fiscal years, such payments shall equal 50
6	per centum of the amount so expended; except that no State
7	educational agency shall receive payment under this part
8	for any fiscal year in excess of that State's allotment for
9	that fiscal year as determined under section 702.
10	PART B-INSTITUTES IN GUIDANCE AND COUNSELING
11	APPROPRIATIONS AUTHORIZED
12	Sec. 721. There are hereby authorized to be appro-
13	priated \$6,000,000, for the fiscal year ending June 30,
14	1959, and for each of the three succeeding fiscal years, for
15	the purpose of carrying out the provisions of this part.
16	PURPOSE
17	Sec. 722. The Commissioner shall (1) arrange through
18	contracts with institutions of higher education for the estab-
<b>1</b> 9	lishment and operation by them of summer or regular session
20	institutes consisting of courses in the counseling and guidance
21	of students at the secondary school level with emphasis upon
22	the counseling and guidance of gifted students, and (2) pay
23	stipends under the provisions of this part to eligible persons

24 who attend such institutes.

	CONTRACT AUTHORITY
2	Sec. 723. A contract with an institution of higher edu-
3	cation under the provisions of this part shall provide for the
4	payment to such institution of the reasonable cost incurred
5	by it in providing the summer or regular session institute
6	contracted for.
7	STIPENDS
8	Sec. 724. Any person employed in a public-school sys-
9	tem who is employed or is to be employed in a guidance and
10	counseling capacity on a full- or part-time basis and who en-
11	rolls in and attends a summer or regular session institute con-
12	tracted for under this part shall be eligible (after application
13	therefor) to receive a stipend at the rate of \$75 per week
14	for the period of his attendance at such institute. Each such
<b>1</b> 5	person with one or more dependents shall receive an addi-
16	tional stipend at the rate of \$15 per week for each such de-
17	pendent for the period of such attendance. However, no
18	person shall receive a stipend under this title at a rate in ex-
19	cess of his last rate of salary for the immediately preceding
20	academic year. Stipends under this section shall be paid
21	only for periods during which the recipient is in attendance
22	in good standing at the institute as determined by the
23	Commissioner in accordance with its regularly prescribed
24	standards and practices.

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1	TITLE VIII—RESEARCH AND EXPERIMENTA-
2	TION IN MORE EFFECTIVE UTILIZATION OF
3	TELEVISION, RADIO, MOTION PICTURES, AND
4	RELATED MEDIA FOR EDUCATIONAL PUR-
5	POSES
6	APPROPRIATIONS AUTHORIZED; FUNCTIONS OF
7	COMMISSIONER
8	SEC. 801. There are hereby authorized to be appropriated
9	\$2,000,000 for the fiscal year ending June 30, 1959, and
<b>1</b> 0	for each of the three succeeding fiscal years, to enable the
11	Commissioner, through grants or contracts, to-
12	(1) make studies and surveys to determine the
13	need for increased or improved utilization of television,
14	radio, motion pictures, and related media of communica-
<b>1</b> 5	tion by State or local educational agencies and institu-
<b>1</b> 6	tions of higher education in providing education;
17	(2) conduct research, demonstrations, and experi-
18	ments in the use of such media for such purposes;
19	(3) conduct research, demonstrations, and experi-
20	ments in the development and use of new media of
21	communication (and other audio-visual aids) for such
22	purposes;
23	(4) evaluate and publish reports concerning the
24	effectiveness of such media for such purposes; and
25	(5) prepare and publish abstracts and catalogs of

1	audio-visual materials available for such purposes to the
2	extent such abstracts or catalogs are not otherwise
3	readily available; and
4 1	to enable him to provide, upon request, advice, counsel, and
5	technical assistance to State or local educational agencies
6	and institutions of higher education undertaking to utilize
7	such media of communication in providing education.
8	TITLE IX—MISCELLANEOUS PROVISIONS
9	ADMINISTRATION
<b>1</b> 0	SEC. 901. (a) In administering this Act, the Com-
11	missioner is authorized to utilize the services and facilities
12	of any agency of the Federal Government and, without
13	regard to section 3709 of the Revised Statutes of the United
14	States (41 U.S. C., sec. 5), of any other public or non-
<b>1</b> 5	profit agency or institution, in accordance with agreements
<b>1</b> 6	between the Secretary and the head thereof.
17	(b) The Commissioner shall include in his annual report
18	a full report of the activities under this Act, including
<b>1</b> 9	recommendations for needed revisions in its provisions.
20	(c) The Secretary shall advise and consult with the
21	heads of executive departments and independent establish-
22	ments of the Federal Government responsible for the admin-
23	istration of scholars—p,
24	programs, with a view
25	specialized scholarship, fellowship, and other educational

1	programs	administered	bу	or	under	all	departments	and
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- 2 establishments of the Federal Government with the programs
- 3 established by this Act.
- 4 IMPROVEMENT OF STATISTICAL SERVICES OF STATE
- 5 EDUCATIONAL AGENCIES
- 6 Sec. 902. (a) For the purpose of assisting the States
- 7 to improve and strengthen the adequacy and reliability of
- 8 educational statistics provided by State and local reports and
- 9 records and the methods and techniques for collecting and
- 10 processing educational data and disseminating information
- 11 about the condition and progress of education in the States,
- 12 there are hereby authorized to be appropriated for the fiscal
- 13 year ending June 30, 1959, and each of the three succeeding
- 14 fiscal years, for grants to States under this section, such sums
- 15 as the Congress may determine.
- 16 (b) Grants under this section by the Commissioner shall
- 17 be equal to one-half of the cost of State educational agency
- 18 programs to carry out the purposes of this section, including
- 19 (1) improving the collection, analysis, and reporting of
- 20 statistical data supplied by local educational units, (2) the
- 21 development of accounting and reporting manuals to serve
- 22 as guides for local educational units, (3) the conduct of con-
- 23 ferences and training for personnel of local educational units
- 24 and of periodic reviews and evaluation of the program for
- 25 records and reports, (4) improving methods for obtaining,

1	from other State agencies within the State, educational data
2	not collected by the State educational agency, or (5) ex-
3	pediting the processing and reporting of statistical data
4	through installation and operation of mechanical equipment,
5	The total of the payments to any State under this section
6	for any fiscal year may not exceed \$50,000.
7	(c) Payments with respect to any program of a State
8	educational agency under this section may be made (1) only
· <b>9</b>	to the extent it is a new program or an addition to or expan-
10	sion of an existing program, and (2) only if the State plan
11	approved under subsection (d) includes such program.
12	(d) The Commissioner shall approve any State plan for
<b>1</b> 3	purposes of this section if such plan—
14	(1) provides that the State educational agency shall
<b>1</b> 5	be the sole agency for carrying out programs under
<b>1</b> 6	the plan either directly or through arrangements with
1,7	other agencies of the State;
18	(2) sets forth the program proposed to be carried
<b>1</b> 9	out under the plan and the general policies to be followed
20	in doing so;
21	(3) provides for such fiscal control and fund ac-
22	counting procedures as may be necessary to assure
23	proper disbursement of and accounting for Federal funds
24	paid to the State under this section; and
or	

25 (4) provides for the making of such reports to the Approved For Release 2000/08/31: CIA-RDP78-06365A000200060018-6

1	Commissioner in such form and containing such informa-
2	tion as are reasonably necessary to enable the Commis-
3	sioner to perform his duties under this section.
4	DISAPPROVAL OF, AND FAILURE TO COMPLY WITH,
5	STATE PLANS
6	SEC. 903. (a) The Commissioner shall not finally dis-
7	approve any State plan submitted under this Act, or any
8	modification thereof, without first affording the agency ad-
9	ministering the plan reasonable notice and opportunity for a
10	hearing.
11	(b) Whenever the Commissioner, after reasonable
12	notice and opportunity for hearing to the agency administer-
13	ing a State plan approved under one of the titles of this
14	Act, finds that—
<b>1</b> 5	(1) the State plan has been so changed that it no
16	longer complies with the provisions of this Act govern-
17	ing its original approval, or
18	(2) in the administration of the plan there is a
19	failure to comply substantially with any such provision,
20	the Commissioner shall suspend approval of the State
21	plan, and shall notify the agency administering the plan
22	of the suspension. When approval of a State plan has been
23	suspended by the Commissioner such approval shall remain
24	suspended until he is satisfied that there is no longer any
25	such failure to comply.

- 1 (c) (1) While approval of a State plan submitted
- 2 under title II is suspended by the Commissioner he shall
- 3 not award new scholarships to individuals certified to him
- 4 by the State Commission (or the Commissioner, in his dis-
- 5 cretion, may provide that the State Commission will not be
- 6 eligible to participate in the part of a program under the
- 7 title, or in the part of the State plan, which is affected by
- 8 the failure to comply).
- 9 (2) While approval of a State plan submitted under
- 10 title IV, part A of title VII, or section 902 is suspended by
- 11 the Commissioner he shall make no further payments under
- 12 that title, part, or section (as the case may be) for programs
- 13 in the State.

### 14 JUDICIAL REVIEW

- 15 Sec. 904. (a) If any State is dissatisfied with the
- 16 Commissioner's final action with respect to the approval
- 17 of a State plan submitted under this Act, or with re-
- 18 spect to his final action under section 903 (b), such State
- 19 may, within sixty days after notice of such action, file in
- 20 the United States district court for the district in which
- 21 the capital of the State is located, a petition to review such
- 22 action. The petition for review shall (1) contain a concise
- 23 statement of the facts upon which the appeal is based and
- 24 (2) designate that part of the Commissioner's decision
- 25 sought to be reviewed.

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- 1 (b) Notification of the filing of the petition for review
- 2 shall be given by the clerk of the court by mailing a copy of
- 3 the petition to the Commissioner.
- 4 (c) No costs or docket fees shall be charged or imposed
- 5 with respect to any judicial review proceedings, or appeal
- 6 therefrom, taken under this Act.
- 7 (d) Upon receipt of the petition for review the Commis-
- 8 sioner shall, within twenty days thereafter, certify and file
- 9 in the court the record on review, consisting of the complete
- 10 transcript of the proceedings before the Commissioner. No
- 11 party to such review shall be required, by rule of court or
- 12 otherwise, to print the contents of such record filed in the
- 13 court.
- 14 (e) The court after review may dismiss the petition or
- 15 deny the relief prayed for, or may suspend, modify, or set
- 16 aside, in whole or in part, the action of the Commissioner,
- 17 or may compel action unlawfully withheld. The judgment
- 18 of the court shall be subject to review as provided in section
- 19 1291 and 1254 of title 28 of the United States Code.

#### 20 METHOD OF PAYMENT

- 21 SEC. 905. Payments under this Act to any individual
- 22 or to any State or Federal agency, institution of higher
- 23 education, or any other organization, pursuant to a grant
- 24 or contract, may be made in installments, and in
- 25 advance or by way of reimbursement, and, in the case of

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- 1 grants, with necessary adjustments on account of overpay-
- 2 ments or underpayments.
- 3 ADMINISTRATIVE APPROPRIATIONS AUTHORIZED
- 4 Sec. 906. There are hereby authorized to be appro-
- 5 priated for the fiscal year ending June 30, 1959, and for
- 6 each fiscal year thereafter, such sums as may be necessary
- 7 for the cost of administering the provisions of this Act.
- 8 ACCEPTANCE OF GIFTS AND BEQUESTS
- 9 Sec. 907. The Commissioner is authorized to accept
- 10 gifts, grants, bequests, or devises for carrying out the pro-
- 11 visions of this Act.
- 12 ALLOTMENTS TO TERRITORIES AND POSSESSIONS
- 13 Sec. 908. The National Defense Scholarships reserved
- 14 by the Commissioner under section 205 (a), and the amounts
- 15 reserved by the Commissioner under sections 402 and
- 16 702 shall be allotted by the Commissioner among Alaska,
- 17 Hawaii, Puerto Rico, the Canal Zone, Guam, and the Vir-
- 18 gin Islands, according to their respective needs for the type
- 19 of assistance furnished under the part or title in which the
- 20 section appears.
- 21 ADVISORY COMMITTEES
- SEC. 909. (a) The Commissioner, with the approval
- 23 of the Secretary, may appoint an advisory committee, or
- 24 advisory committees, to advise and consult with him with
- 25 respect to the administration of titles V, VI, and VIII

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1	of this Act. Members of an advisory committee ap-
2	pointed under this section, while attending conferences or
3	meetings of the committee, shall be entitled to receive com-
4	pensation at a rate to be fixed by the Secretary, but not
5	exceeding \$50 per diem, and while away from their homes
6	or regular places of business they may be allowed travel
7	expenses, including per diem in lieu of subsistence, as au-
8	thorized by law for persons in the Government service
9	employed intermittently.
10	(b) Any member of an advisory committee appointed
11	under this section is hereby exempted, with respect to such
12	appointment, from the operation of sections 281, 283, 284,
13	and 1914 of title 18 of the United States Code, and section
14	190 of the Revised Statutes of the United States (5 U.S.C.,
<b>1</b> 5	sec. 99), except as otherwise specified in subsection (c)
16	of this section.
17	(c) The exemption granted by subsection (b) shall not
18	extend—
19	(1) to the receipt or payment of salary in connec-
20	tion with the appointee's Government service from any
21	source other than the private employer of the appointed
ge	at the time of his appointment, or

1	(2) during the period of such appointment, and
2	the further period of two years after the termination
3	thereof, to the prosecution or participation in the prose-
4	cution, by any person so appointed, of any claim against
5	the Government involving any matter concerning which
6	the appointee had any responsibility arising out of his
7	appointment during the period of such appointment.

Union Calendar No. 887

STTH CONGRESS 2D SESSION

H. R. 1324

[Report No. 2157]

To strengthen the national defense and to encourage and assist in the expansion and improvement of educational programs to meet critical national needs; and for other purposes.

By Mr. Elliorr

JULY 1, 1958
Referred to the Committee on Education and Labor

July 15, 1958
Committed to the Committee of the Whole House on the State of the Union and ordered to be printed